

ECONOMIC STUDIES FOR MILITARY CONSTRUCTION DESIGN—APPLICATIONS

CHAPTER		Paragraph	Page
	1. GENERAL		
	Purpose	1-1	1-1
	Scope	1-2	1-1
	Background	1-3	1-1
	Cost data	1-4	1-1
	References	1-5	1-2
	2. CRITERIA AND STANDARDS		
	Introduction	2-1	2-1
	General economic studies	2-2	2-2
	Special energy-conservation studies—non-renewable resources	2-3	2-8
	Special energy-conservation studies—renewable resources	2-4	2-11
	Special studies for innovative alternative wastewater-treatment technology	2-5	2-14
	Special intra-DOD directed economic studies	2-6	2-14
	3. PRESENT WORTH CALCULATIONS: CONVENTIONAL APPROACH		
	Introduction	3-1	3-1
	Calculations	3-2	3-1
	Illustrative analyses	3-3	3-9
	4. PRESENT WORTH CALCULATIONS: ONE-STEP APPROACH		
	Introduction	4-1	4-1
	Calculations	4-2	4-1
	Illustrative analyses	4-3	4-11
	5. ECONOMIC RANKING CALCULATIONS		
	Introduction	5-1	5-1
	General economic studies	5-2	5-1
	Special energy-conservation studies — non-renewable resources	5-3	5-2
	Special energy-conservation studies — renewable resources	5-4	5-2
	Special studies for innovative/alternative wastewater-treatment technology	5-5	5-8
	Special intra-DOD directed economic studies	5-6	5-8
	6. SAMPLE APPLICATIONS: THE INDIVIDUAL LCCA		
	Introduction	6-1	6-1
	Roadway/parking surface	6-2	6-2
	HVAC system: conventional design	6-3	6-2
	HVAC system: energy conservation	6-4	6-3
	Domestic hot water heating system: energy conservation (solar)	6-5	6-4
	Wastewater treatment facility	6-6	6-5
APPENDIX	A. LIFE CYCLE COST ANALYSIS EXAMPLES		A-1
	B. TABLES OF FACTORS FOR PRESENT WORTH CALCULATIONS BY CONVENTIONAL APPROACH		B-1
	C. DEPARTMENT OF ENERGY (DOE) REGIONS		C-1

LIST OF FIGURES

Figure	3-1. One-time cost calculations.
	3-2. Series of uniformly escalating annual costs.
	3-3. Annually recurring cost calculations.
	3-4. Basic input data summary: exterior closure; split face block.
	3-5. Present worth: conventional approach: exterior closure; split face block.
	3-6. Basic input data summary: HVAC system, conventional.
	3-7. Present worth: conventional approach: HVAC system, conventional.
	3-8. Basic input data summary: domestic hot water heating system; system increment.
	3-9. Present worth: conventional approach; domestic hot water heating system; solar system increment.
	4-1. Adjustment factors for one-time costs (one-step table 1).
	4-2. One-time cost calculations.
	4-3. Adjustment factors for annually recurring M&R costs (one-step table 2).
	4-4. Adjustment factors for annually recurring electricity costs (one-step table 3.4EL).
	4-5. Adjustment factors for annually recurring distillate oil costs (one-step table 3.4DO).

LIST OF FIGURES—Continued

- Figure
- 4-6. Annually recurring cost calculations.
 - 4-7. Present worth: one-step approach: exterior closure, split face block.
 - 4-8. Present worth: one-step approach: HVAC system, conventional.
 - 4-9. Present worth: one-step approach: domestic hot water heating system, solar system increment.
 - 5-1. Example: SIR calculation.
 - 5-2. Example: DPP calculation.
 - C-1. Regional reference map.

LIST OF TABLES

- Table
- 2-1. LCCA criteria overview: general economic studies for MCP designs.
 - 2-2. LCCA criteria overview: special energy-conservation studies.
 - 5-1. General economic studies ranking examples.
 - B-1. Annual cash-flow-series equivalence factors—annual discount rate = 7.009%.
 - B-2. Annual cash-flow-series equivalence factors—annual discount rate = 10.00%.
 - B-3. Escalation factors,
 - B-4. Discount factors.